

**COUNTY OF SAN LUIS OBISPO BOARD OF SUPERVISORS
AGENDA ITEM TRANSMITTAL**

(1) DEPARTMENT Public Works	(2) MEETING DATE 12/18/2012	(3) CONTACT/PHONE John Diodati, Department Administrator (805) 788-2832	
(4) SUBJECT Request to approve a recycled water contract for agricultural purposes related to the Los Osos Wastewater Project. District 2.			
(5) RECOMMENDED ACTION It is our recommendation that your Honorable Board approve the recycled water contract with Dominic and Megan Judge.			
(6) FUNDING SOURCE(S) N/A	(7) CURRENT YEAR FINANCIAL IMPACT N/A	(8) ANNUAL FINANCIAL IMPACT N/A	(9) BUDGETED? N/A
(10) AGENDA PLACEMENT <input checked="" type="checkbox"/> Consent <input type="checkbox"/> Presentation <input type="checkbox"/> Hearing (Time Est. _____) <input type="checkbox"/> Board Business (Time Est. _____)			
(11) EXECUTED DOCUMENTS <input type="checkbox"/> Resolutions <input checked="" type="checkbox"/> Contracts <input type="checkbox"/> Ordinances <input type="checkbox"/> N/A			
(12) OUTLINE AGREEMENT REQUISITION NUMBER (OAR) N/A		(13) BUDGET ADJUSTMENT REQUIRED? BAR ID Number: N/A <input type="checkbox"/> 4/5th's Vote Required <input checked="" type="checkbox"/> N/A	
(14) LOCATION MAP No	(15) BUSINESS IMPACT STATEMENT? No	(16) AGENDA ITEM HISTORY <input checked="" type="checkbox"/> N/A Date	
(17) ADMINISTRATIVE OFFICE REVIEW <i>Nikki J. Schmidt</i>			
(18) SUPERVISOR DISTRICT(S) District 2 -			

Reference: 12DEC18-C-5

County of San Luis Obispo



TO: Board of Supervisors

FROM: Public Works
John Diodati, Department Administrator

VIA: Paavo Ogren, Director of Public Works

DATE: 12/18/2012

SUBJECT: Request to approve recycled water contract for agricultural purposes related to the Los Osos Wastewater Project. District 2.

RECOMMENDATION

It is our recommendation that your Honorable Board approve the recycled water contract with Dominic and Megan Judge.

DISCUSSION

The Coastal Development Permit (CDP) issued for the Los Osos Wastewater Project (LOWWP) requires full tertiary treatment of the effluent and beneficial reuse of this recycled water. At least 10% of this water must be used on agricultural land. The eligible agricultural land, as approved by the Coastal Commission, is highlighted in Attachment "A."

The United States Department of Agriculture, Rural Development (USDA) has requested that reuse contracts be approved before construction of the LOWWP is completed. The Department of Public Works partnered with the Coastal San Luis Resource Conservation District in order to outreach to eligible agriculturists who may be interested in the recycled water. This outreach effort culminated in the approval of six recycled water program participation agreements with agriculturalists in the CDP eligible area. The program participation agreements provided for these properties to have purple pipe infrastructure installed to their property line for the future use of recycled water.

The first of these program participants has executed a 10 year commitment for the use of recycled water under the attached agreement. The agreement provides for the use of 50 acre feet of water per year at a rate of \$100 per acre foot, and incentivizes the user to use more water by pricing any additional water beyond 50 acre feet at \$75/acre foot. The Judge's property is located south of Los Osos Valley Road on Clark Valley Road.

OTHER AGENCY INVOLVEMENT/IMPACT

County Counsel has assisted with contract development. Members of the ISJ (water purveyors) were notified of the agreement but are not affected because the property is outside of their service area. The Coastal San Luis Resource Conservation District assisted in farmer outreach.

FINANCIAL CONSIDERATIONS

The contract will provide at least \$5,000 per year in revenue which will help offset user charges to wastewater customers in Los Osos.

RESULTS

Approval of the agricultural reuse contracts will improve the environmental qualities of San Luis Obispo County.

File: 300448.09.3 Recycled Water Program

Reference: 12DEC18-C-5

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ATTACHMENTS

1. Attachment A - Eligible Areas for Agricultural Reuse
2. Agreement for Delivery of Recycled Water